

FY 2006: Year in Review

Type of Project	Number of Applications	Proposed Capital Costs	Approved As Is	Less	Withdrawn Denied	Capital Cost Savings
Projects						
Hospitals	34	\$145,339,283	25	7	2	\$27,145,256
Nursing Homes	13	88,778,458	13	0	0	0
Freestanding	4	8,733,193	1	3	0	158,000
Residential Care	8	20,489,835	8	1	0	0
Cost Overruns	5	10,604,353	4	0	1	3,302,985
SUB-TOTAL	64	\$273,945,122	50	11	3	\$30,606,241
Non-App. Requests	83	24,137,598	83	0	0	n/a
GRAND TOTAL	147	\$298,808,720	133	11	3	\$30,606,241

In Fiscal Year 2006, the Certificate of Need Program continued to maintain a busy pace. The volume of applications 64 was slightly higher than the 62 reviewed in FY 2005. Furthermore program revenues in the form of application fees continued to exceed the cost to administer the program.

Long term care activity in FY 2006 continued to be brisk. The following chart provides a breakdown of the LTC proposals processed in FY 2006:

Long Term Care Proposals Processed in FY 2006

	ICF/SNF		RCF		LTCH		TOTAL	
	Proposals	Beds	Proposals	Beds	Proposals	Beds	Proposals	Beds
<u>Full Applications</u>								
– New Facility	1	120	4	204	7	275	12	599
– Expansion	1	60	1	64	0	0	2	124
<u>Expedited Applications</u>								
– Bed Purchase	0	0	2	18	n/a	n/a	2	18
– Bed Replacement	4	648	0	0	n/a	n/a	4	648
– Renovate/Modernize	7	327	2	162	n/a	n/a	9	489
<u>Non-Applicability</u>								
– 10-Bed/10%	15	109	30	93	n/a	n/a	45	202
– < \$600,000	1	19	14	228	n/a	n/a	15	247
TOTAL	29	1,283	53	769	7	275	89	2,327

Although, LTC proposals involving 2,327 beds were reviewed in FY 2006, many of them did not involve additional beds.

The two *purchase* and four *replacement* applications for ICF/SNF and RCF facilities allowed 666 beds to be moved from one location to another. The nine *renovation/modernization* applications allowed an additional 489 beds to be upgraded in place. Thus, the actual number of "additional beds" reviewed in FY 2006 was **1,172**.

Finally, all of the additional LTC beds reviewed will not be developed. Two applications for 96 LTCH beds were denied, and one application was approved for 35 beds rather than 50. As a result, the actual number of additional LTC beds to be developed from actions taken in FY 2006 will be **1061** (308 ICF/SNF, 589 RCF and 164 LTCH).